

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

* * * * *

In the Matter of:

| | | |
|---------------------------------------|---|---------------|
| GREEN RIVER ELECTRIC CORPORATION: |) | |
| |) | |
| (1) NOTICE THAT ON JUNE 28, 1981 |) | |
| IT WILL CHANGE ITS TARIFF RATES |) | |
| FOR ELECTRIC SERVICE |) | CASE NO. 8252 |
| |) | |
| (2) APPLICATION FOR AN ORDER CHANGING |) | |
| ITS RATES FOR ELECTRIC SERVICE TO |) | |
| NATIONAL SOUTHWIRE ALUMINUM COMPANY |) | |

O R D E R

IT IS ORDERED that Green River Electric Corporation shall file an original and five copies of the following information with this Commission, with a copy to the Attorney General's Division of Consumer Intervention, by July 27, 1981. Where a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), page 2 of 5. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case will be dismissed.

Information Request No. 1

1. In comparative form, an income statement, a statement of changes in financial position, and a balance sheet for the test year and the twelve-month period immediately preceding the test year.
2. The workpapers showing calculations supporting the employee benefits adjustment. Explain all components used in each calculation.
3. A schedule of salaries and wages for the test year and each of the five calendar years preceding the test year as shown in Format 1, attached.

4. A detailed analysis of advertising expenditures during the test period. This analysis should include a breakdown of Account 913 - Advertising Expenses, as shown in Format 2, attached, and should also show any advertising expenditures included in other expense accounts. This analysis should be specific as to the purpose and expected benefit of each expenditure.

5. An analysis of Account 930 - Miscellaneous General Expenses for the test period. This should include a complete breakdown of this account as shown in attached Format 3, and also provide all detailed working papers supporting this analysis. At minimum, the work papers should show the date, vendor, reference (i.e. voucher no., etc.), dollar amount, and brief description of each expenditure.

6. A detailed analysis of contributions for charitable and political purposes (in cash or services). This analysis should indicate the amount of the expenditure, the recipient of the contribution, and the specific account charged.

7. A copy of the auditor's report from your most recent audit.

8. A statement of electric plant in service, per company books at test year-end, as shown in Format 4, attached.

9. Provide the utility's times interest earned ratio and debt service coverage ratio, as calculated by the Rural Electrification Administration, for the test year and the five preceding calendar years. Include the data used to calculate each ratio.

10. Provide the utility's rate of return on net investment rate base for the test year and five preceding calendar years.

11. Provide a breakdown of the following balance sheet

accounts as of the end of the test year.

- (a) Investment in Associated Organizations - Pat. Capital
- (b) Investment in Associated Organizations - Other Capital
- (c) Special Funds
- (d) Deferred Credits

12. The estimated dates for draw down of unadvanced loan funds at test year-end and the proposed uses of these funds.

13. The board resolution approving the January 1, 1981, general wage adjustment of 9.5%.

14. The workpapers used in determining the three-year average for overtime and part-time labor cost that was applied in the labor cost adjustment.

15. A copy of the contract for pole inspection, treatment, and replacement in 1981. Also, indicate when the program was interrupted in 1980 and when it was resumed under the current contract.

16. Provide a schedule of debt service obligations of \$752,000 used in determining revenue requirements. At minimum, the schedule should include the specific loans on which the principal payments will be made, the current status of those loans (i.e. advanced or unadvanced), and the projected payment dates.

17. Provide, in comparative form, end-of-period account balances for all plant accounts for the test year and the three preceding calendar years.

18. A comparison of actual total plant additions (Exhibit 6, page 35, Column B) for the last 5 years and construction work plan cost projections for the same 5 years. Include an analysis of the differences and the reasons for the differences.

19. A copy of the most recent publication of the Borrower Statistical Profile for Green River Electric Corporation as published by the Rural Electrification Administration.

20. A copy of Kentucky's Electric Cooperatives Operating Expense and Statistical Comparisons for 1980.

21. The date and time of the most recent annual members' meeting. Provide the number of members in attendance, the number of members voting for new board members, the number of new board members elected, and a general description of the meeting's activities.

Done at Frankfort, Kentucky, this 2nd day of July, 1981.

PUBLIC SERVICE COMMISSION

Merlin M. Voh
For the Commission

ATTEST:

Secretary

1. Wages charged to expense:
2. Power production expense
3. Transmission expenses
4. Distribution expenses
5. Customer accounts expense
6. Sales expenses
7. Administrative and general expenses:
 - (a) Administrative and general salaries
 - (b) Office supplies and expense
 - (c) Administrative expense transferred-cr.
 - (d) Outside services employed
 - (e) Property insurance
 - (f) Injuries and damages

Green River Electric Corporation

Case No. 8252

Format 1
Sheet 2 of 2

| Line No. | Item (a) | 12 Months Ended | | | | | | | | | |
|-------------|-------------|-----------------------------------|-----|--------|-----|--------|--------------|--------|-----|--------|-----|
| | | Calendar Years Prior to Test Year | | | | | | | | | |
| | | 5th | 4th | 3rd | 2nd | 1st | Test Year | | | | |
| | | Amount | % | Amount | % | Amount | % | Amount | % | Amount | % |
| | | (b) | (c) | (d) | (e) | (f) | (g) | (h) | (i) | (j) | (k) |
| | | | | | | | | | | | (l) |
| | | | | | | | | | | | (m) |

7. Administrative and general expenses (continued):

- (g) Employee pensions and benefits
- (h) Franchise requirements
- (i) Regulatory commission expenses
- (j) Duplicate charges-cr.
- (k) Miscellaneous general expense
- (l) Rents
- (m) Maintenance of general plant

8. Total administrative and general expenses L7(a) through L7(m)

9. Total salaries and wages charged expense (L2 through L6 + L8)

10. Wages capitalized

11. Total salaries and wages

12. Ratio of salaries and wages charged expense to total wages (L9 + L11)

13. Ratio of salaries and wages capitalized to total wages (L10 + L11)

Show percent increase of each year over the prior year in Columns (c), (e), (g), (i), (k), and (m).

Green River Electric Corporation

Case No. 8252

ACCOUNT 913 - ADVERTISING EXPENSE

For the 12 Months Ended December 31, 1980

| <u>Line</u> <u>No.</u> | <u>Item</u> <u>(a)</u> | <u>Sales or</u> <u>Promotional</u> <u>Advertising</u> <u>(b)</u> | <u>Institutional</u> <u>Advertising</u> <u>(c)</u> | <u>Conservation</u> <u>Advertising</u> <u>(d)</u> | <u>Rate</u> <u>Case</u> <u>(e)</u> | <u>Other</u> <u>(f)</u> | <u>Total</u> <u>(g)</u> |
|---------------------------|---------------------------|---|--|---|--|----------------------------|----------------------------|
| 1. | Newspaper | | | | | | |
| 2. | Magazines and Other | | | | | | |
| 3. | Television | | | | | | |
| 4. | Radio | | | | | | |
| 5. | Direct Mail | | | | | | |
| 6. | Sales Aids | | | | | | |
| 7. | Total | | | | | | |

Green River Electric Corporation

Case Number 8252

ACCOUNT 930 - MISCELLANEOUS GENERAL EXPENSES

For the 12 Months Ended December 31, 1980

| <u>Line No.</u> | <u>Item</u> (a) | <u>Amount</u> (b) |
|---------------------|---------------------------------------|----------------------|
| 1. | Industry Association Dues | |
| 2. | Institutional Advertising | |
| 3. | Conservation Advertising | |
| 4. | Rate Department Load Studies | |
| 5. | Water, and Other Testing and Research | |
| 6. | Directors' Fees and Expenses | |
| 7. | Dues and Subscriptions | |
| 8. | Miscellaneous | |
| 9. | Total | |

Green River Electric Corporation
Case No. 8252

Format 4
Page 1 of 2

Account

Number

Title of Accounts
(a)

Beginning Balance
(b)

Additions
(c)

Retirements
(d)

Transfers
(e)

Ending Balance
(f)

Other Production Plant

340 Land and land rights
341 Structures and improvements
342 Fuel holders, producers and accessories
343 Prime movers
344 Generators
345 Accessory electric equipment
346 Miscellaneous power plant equipment
106 Completed construction - not classified
Total other production plant
Total production plant

Transmission Plant

350 Land and land rights
352 Structures and improvements
353 Station equipment
354 Towers and fixtures
355 Poles and fixtures
356 Overhead conductors and devices
357 Underground conduit
358 Underground conductors and devices
359 Roads and trails
106 Completed construction - not classified
Total transmission plant

Distribution Plant

360 Land and land rights
361 Structures and improvements
362 Station equipment
364 Poles, towers and fixtures
365 Overhead conductors and devices
366 Underground conduit
367 Underground conductors and devices
368 Line transformers
369 Services
Meters
372 Installations on customers' premises
373 leased property on customers' premises
106 Street lighting and signal systems
Completed construction - not classified
Total distribution plant

Green River Electric Corporation

Case No. 8252

Format 4
Page 2 of 2

| Account No. | <u>Title of Accounts</u> (a) | <u>Beginning Balance</u> (b) | <u>Additions</u> (c) | <u>Retirements</u> (d) | <u>Transfers</u> (e) | <u>Ending Balance</u> (f) |
|----------------|---|-------------------------------------|-------------------------|---------------------------|-------------------------|----------------------------------|
| | <u>General Plant</u> | | | | | |
| 389 | Land and land rights | | | | | |
| 390 | Structures and improvements | | | | | |
| 391 | Office furniture and equipment | | | | | |
| 392 | Transportation equipment | | | | | |
| 393 | Stores equipment | | | | | |
| 394 | Tools, shop and garage equipment | | | | | |
| 395 | Laboratory equipment | | | | | |
| 396 | Power operated equipment | | | | | |
| 397 | Communication equipment | | | | | |
| 398 | Miscellaneous equipment | | | | | |
| 399 | Other tangible property | | | | | |
| 106 | Completed construction - not classified | | | | | |
| | Total general plant | | | | | |
| 100.1 | Total electric plant in service | | | | | |
| | 1000 KWH Sold | | | | | |